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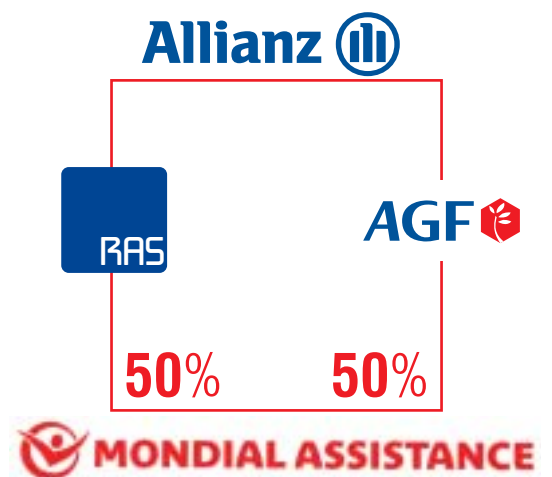


Mondial Assistance Worldwide leader in assistance services and travel insurance

8,550 employees
10.5 million cases: + **8%**
1.36 billion euros turnover: + **12%**
55.9 million euros net profit: + **17%**

Worldwide leader in assistance, travel insurance and lifecare services, Mondial Assistance counts 8,550 staff members who speak over 40 languages. They work in 26 countries on 5 continents throughout the world in collaboration with a network of 400,000 service providers and 180 correspondents.

250 million people, or 4% of the world's total population, benefit from the Group's services. The Group mainly operates under three international brands: Mondial Assistance, Elvia and World Access. Its business model is truly multi-local: the Group's organisation and offer are continuously adapted to meet local needs. 95% of the business is carried out through B2B and B2B2C channels, with B2C distribution rapidly growing.



MONDIAL ASSISTANCE AG

Supervisory Board

Chairman:
Jean-Philippe Thierry

Vice-President:
Detlev Brekmp

Vice-President
Delegate:
François Thomazeau

Members:
Roland Rykart
K. Walter Gutberlet

Share capital:
CHF 40,000,000

Year of legal
foundation: 1999



Ida Luka-Lognoné

Mondial Assistance, international leader in travel insurance and assistance, continued to pursue its dynamic strategy of profitable growth in 2006, registering a 12.2% increase in turnover for a total of 1.36 billion euros, and a 16.9% increase in net profits, which totalled 55.9 million euros at year end.

2006 was a year clearly marked by innovation

2006: Profitable growth through innovation

The world tourism market remained very dynamic in 2006, due primarily to e-tourism, which has been booming compared to the traditional distribution channels that are quickly losing momentum. The automobile market however was less dynamic, particularly in Western Europe. Competition in the roadside assistance activity is growing in Europe with a notable increase in international tenders.

In this market context, 2006 represented another positive year for Mondial Assistance. The Group has not only significantly increased its turnover (+ 12.2%) and net profits (+16.9%), but has also strongly raised its operating result, up 31% to 63.5 million euros. Moreover, the combined ratio, a very important measure in the Group's business markets, decreased to 95.2%. In addition, the Group has demonstrated an annual compound growth rate of 11.4% over the last 3 years. Thanks in part to the very successful cost containment policy, Group profitability increased by 16.9% to reach 55.9 million euros. Moreover, its remarkable innovation capacity combined with a balanced risk policy allowed the Group to strengthen its position around the world and confirm its worldwide leadership in an increasingly competitive global market.

Mondial Assistance maintained organic growth within its 4 business lines. In the travel business, the e-commerce distribution channel experienced dynamic growth with the signing of several international contracts. eMAGIN, its technological e-commerce

sales platform, proved to be a very successful innovation. Deployed in 29 countries, it now issues more than 1,200 travel insurance policies per hour.

Geographically, growth was most prevalent in very dynamic markets like Portugal, the U.S., Poland, Australia, Italy and Spain, whereas in the main European markets – France, UK, Germany which are more mature – growth was consequently more moderate. E-tourism has come to represent an increasing share of revenue, particularly in our North American business units, the larger European entities and throughout the Asia Pacific region. The Automotive activity, which has successfully introduced innovative solutions such as Online SMS Rescue, continued to develop in the different markets in which the Group is present. The Group also signed new contracts with European car brands in China. Healthcare and lifecare services continue to expand, thanks notably to innovative services such as the Osteoporosis Patient Programme, which met with great success after its launch last year in France, Belgium and Brazil.



Karl-Heinz Jung



Klaus Dührkop

“Innovation is at the heart of the group’s strategy and of daily operations in all Mondial Assistance entities. The 2006 results fully reflect this commitment.”

New identity

Innovation was also expressed in 2006 via the Group’s new logo, which was modernised and launched in all major markets. The red colour, symbolic of the emergency nature of the Group’s business, and the essential graphic style were preserved, but the logo now incorporates a humanlike figure at its centre, a reminder that people are more than ever at the heart of all of the Group’s activities. Trust in Mondial Assistance is based on the professionalism of its staff – their proactiveness, their network and connections, and the care with which they deliver top quality services. The Mondial Assistance brand conveys these values, which are shared simultane-

ously by staff, clients, service providers and shareholders, and applied coherently throughout the world and in all Group entities.

New growth perspectives for 2007

Mondial Assistance intends to reinforce its international leadership and aims to hit the 2 billion Euro turnover mark as early as 2011 by fully respecting its profitability criteria. This growth will be driven by innovation within the assistance service offer and by diversifying its distribution channels, products and geographic implantation. As of 2007, the Group will extend its activities to new countries and open entities in Russia and Mexico. It also plans to continue its development in Asia.

Executive Committee of the Group

President:
Klaus Dührkop
Members:
Jonathan Ansell
Karl-Heinz Jung
Didier Lebret
Ida Luka-Lognoné

Wallisellen and Paris, April, 27th, 2007

Jean-Philippe Thierry

Chairman of the supervisory board of Mondial Assistance AG
Chairman and Chief Executive Officer of AGF
Member of the Board of Management of Allianz SE

Klaus Dührkop

President of the Executive Committee of Mondial Assistance

Jonathan Ansell



Didier Lebret

Group history and brand values

Brand history

In 2006, Mondial Assistance simultaneously changed its logo and introduced new brand values. The new logo incorporates the Group's history while also embodying notions of modernity. It symbolises that people, more than ever before, are at the heart of all its business activities.

Elvia Travel Insurance was created in 1950 in Switzerland at the time when the private tourism and travel businesses in Europe began to boom.

In 1974 SACNAS-Mondial Assistance was founded in France. Its creation parallels the development of the assistance concept, which, in addition to travel insurance includes roadside, medical and repatriation assistance. AGF became a Mondial Assistance shareholder in 1979.

During the 80's and 90's, Elvia and Mondial Assistance accompanied the geographic expansion of their corporate clients, developing first in Europe and then gradually throughout the rest of the world. In 1995, Elvia joined Germany's Allianz Group.

The Group Mondial Assistance was created in 2000 as a result of the successful integration of Elvia Travel Insurance and SACNAS Mondial Assistance. The two market leaders represent nearly 80 years of accumulated experience and know-how and position the new Group worldwide as a leader in assistance, travel insurance and customer services.

Mondial Assistance acquired World Access in the United States in April 2000 and Worldcare in Australia a year later. It is now present on all five continents.

The Customer was, is and remains at the heart of the Group's business.

In 2006, Mondial Assistance launched a new brand identity and values worldwide, a long-term strategic step that fully embodies its dedication to its Customers' well being and reflects its international identity.





Brand values



Caring: denotes a deep concern, respect for and commitment to others. Whether it is manifested through an employee's development potential, a customer's safety, a client's business concerns or a partner's needs, caring demonstrates the Group's strong human dimension.



Connected: combines Mondial Assistance's geographical presence, advanced skills and technologies, with local resources, knowledge and experience. Active 24 hours a day, this reach empowers clients and customers because no matter where they are, Mondial Assistance is at their side to provide them with quality service solutions. It also empowers employees and the Group's worldwide network providers who know they are supported by this global reach.



Proactive: signifies continuous improvement and innovation. It pertains to working processes, HR programmes, services delivered to end-customers, and personalised or cutting edge solutions designed for corporate clients.



Professional: stands for consistent quality and the pursuit of excellence, and for delivering on promise the product, language and policy. It also includes compliance with rules and regulations; the promoting of best practices among colleagues; long-term partnerships with expert network providers, its state of the art expertise and skills development; ethical operations, respect and transparency.

These 4 brand values lead to:

Trust is at the heart of the Group's new brand identity, and is the core value resulting from a combination of the other four.



Trust is never given. It is earned through continuous demonstration of dedication, honesty and dependability toward employees, customers, clients, providers, and shareholders.

Embracing the Customer //

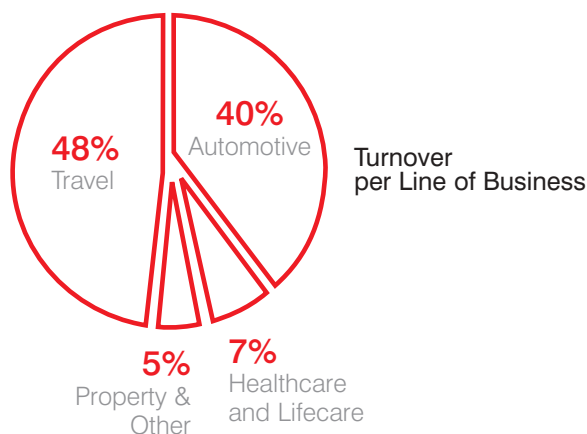
The red colour symbolises the emergency nature of the Group's business.

The former "Eagle" has evolved into a person, the "Customer", positioned at the centre signifying the Group's customer-centric focus.

The open circle encompassing the Customer denotes freedom, flexibility and growth.

Lines of Business

Mondial Assistance offers an extended range of travel insurance and assistance services. The two historic lines of business combined, **travel insurance** and **automobile assistance**, represent nearly 90% of global sales. **Healthcare** and **Lifecare services**, the third line of business, was created in 2004 and is growing steadily. This activity is directly linked to society's trend which encourages illness prevention for better health and accompanies ageing populations (via dependency programs, disease management, patient relationship & rehabilitation management, personal response services, employment, housing and home maintenance, child sitting and meal services). **Property and other services** including home repair, tele-security, property assistance and CRM services, complete the group's service offer.



24/7,
365 days per year.

250 million beneficiaries i.e.
4% of world population.

10.5 million cases: +8%

1 intervention
every 3 seconds

2,800 people assisted every hour
in the world

58 million calls handled

Over 1,000 hospitals
and 140 airports
evaluated in more than
100 countries

Travel



Automotive



Healthcare
and Lifecare



Property
and others



Travel

Historic business line still booming

Mondial Assistance has been offering travel insurance since the 1950s and this historic line of business is still booming and accounts for almost half of group turnover. The international tourism industry has been experiencing significant growth since 2005. Indeed, this trend continued throughout 2006 when the industry registered + 4% growth. Last year confirmed the extraordinary rise in e-tourism, still strongly on the rise in the USA and now booming in Europe and Asia. Many new players have revolutionized the travel industry in the past few years. Low cost carriers have challenged the airline industry and online travel agencies have re-invented the way to book travel. Both these new players are now beginning to consolidate their markets. These evolutions represent a major challenge as well as tremendous opportunities for Mondial Assistance.



Growth boosted by dynamic new partnerships

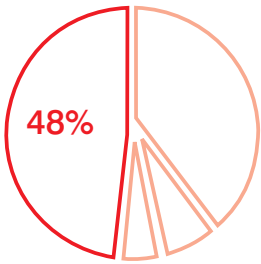
Mondial Assistance's turnover far exceeded the market growth in 2006 due primarily to new contracts

obtained with the e-commerce business and our dynamic international partners. In 2006, online travel agencies, low cost carriers, airlines, railways and hotels represented our major new partners.

ZOOM E-commerce leadership

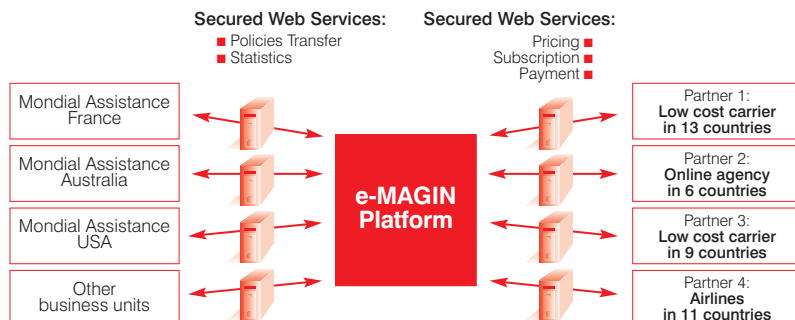
Group strengths and value innovations for our partners and customers have helped reinforce Mondial Assistance's leadership position in Travel insurance and assistance:

- a high quality worldwide network covering all continents
- tailor made solutions for global and local partners
- an advanced IT platform for international distribution



In % of Mondial Assistance's turnover in 2006

+ 17.4%
in turnover



1,200 policies sold online per hour

More than 30 global partners

Over 1,000 hospitals in the healthcare structure database, covering more than 110 countries

The Mondial Assistance Offer

In close partnership with its clients – travel agents, brokers, tour operators and on-line travel partners – Mondial Assistance designs innovative and customised solutions for the travel industry.

Protection from luggage loss or theft, repatriation due to illness, coverage for medical and hospital expenses abroad, reimbursed fares for missed travel due to unforeseen events and vehicle repair in case of breakdown while travelling are among just a few of the specialised solutions.

Whoever the customers are, wherever they are from and wherever they are going, Mondial Assistance offers solutions to ensure that they travel worry-free and receive the travel services they expect:

- Solutions for business travellers,
- Assistance solutions for private holidays abroad,
- Leisure and sports solutions for specific activities such as skiing, golf...
- Accommodation solutions for holidays,
- Schengen zone solutions,
- Globe-trotter solutions.

Medical excellence

In 2006, Mondial Assistance carried out more than 400,000 medical assistance and repatriation interventions. The Group ensures 24/7, multi-lingual assistance by specialists with confirmed medical and travel knowledge. It relies on top-quality, certified service providers throughout the world and the support of 180 international correspondents.

In order to optimise patients' health and the treatment of their illnesses, Mondial Assistance medical staff continually evaluates hospitals and clinics in countries with heavy, widespread tourism, and in countries where the level of medical coverage is weak or inconsistent. The database thus restated provides the 500 Group doctors and medical staff with essential medical information (quality of care, hygiene, equipment ...) about the medical structures where our patients are hospitalised. These structures listed in the database receive an annual evaluation visit. In 2006, the database contained 1,029 hospitals in 413 cities in 114 countries and 17,159 photos. New structures are regularly added.

In addition to this evaluation of hospitals and clinics, the Group also evaluates airport medical structures in order to assist airline companies in the event of an aircraft diversion. This programme, called "Inflight Medical Support", was created in 2006 and now has over 140 evaluated airports in its database.



Innovation // The international sales team

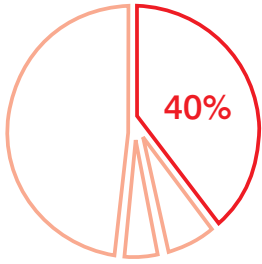
In 2006, Mondial Assistance set up an international travel sales team to respond to its international partners' demand for global solutions. This team has an essential mission, to co-ordinate local business requirements in line with its partners' international strategy in order to sell and implement travel insurance and assistance in several countries via a unique platform. In 2006, the international sales team successfully:

- extended the sales of an American partner in 11 European countries
- implemented the solution in more than 16 European countries for 2 low cost carriers
- opened an online portal in Asia for an Australian player
- signed 20 new global partnerships.

Automotive

International contracts increase in a continually evolving world market

Since its creation in 1974, Mondial Assistance has offered roadside assistance in over 50 countries. The Group works in close collaboration with car manufacturers and insurance companies. Its expertise and daily contacts with motorists enable it to anticipate customers' needs and expectations, and to thereby continually enrich its service offer. For many years, this approach has been a key pillar of the Group's strategy, and has contributed to consolidating its leadership position on the automobile assistance market.



In % of
Mondial Assistance's
turnover in 2006



Steady growth in 2006

In 2006, new automotive markets emerged in Eastern Europe and Asia, especially in China, along with a strong global trend – the increase in several countries of international contracts offering a range of

standard services. In Western Europe, however, car sales stagnated. Insurance companies focus increasingly on their customers and include more and more assistance services in their insurance offers.



ZOOM The network

Two years ago, Mondial Assistance Portugal launched an innovative new service for accident management. It allows claims to be processed extremely quickly, as soon as an accident occurs. Mondial Assistance Portugal's technicians, who are also trained in psychological counselling, offer customers on-site and telephone support by helping them complete post-accident insurance forms

and by collecting all the documents and on-site evidence (photographs, etc.) they will need. Moreover, Mondial Assistance Portugal uses special motorcycles to instantly transmit the information collected on the spot directly to the call center via state-of-the-art technology. This emphasis on speed and service quality greatly reassures customers after an accident and also relieves them of burdensome paperwork.

Growth in the total number of treated automotive assistance cases: **+7%**

Client portfolio: more than **40 automobile brands** of which **12** represent **international**, **Pan-European** or **Pan-Asian** contracts.

The Mondial Assistance Offer

The Mondial Assistance service offer is characterised by its flexibility: it can be adapted or customised to the client's specific needs. The Group can also set up dedicated platforms for specific clients, which include staff members that have been trained accordingly by this client or to offer numerous customised services for a particular client. Moreover, the Group provides much more than roadside assistance. The following solutions have been designed for car manufacturers, leasing companies, insurance companies and car float companies:

- Roadside assistance: repair and towing for broken down or immobilised vehicles.
- Accident Management: towing, replacement vehicle, car repair.
- Mechanical warranty.
- Telematics: GMS localisation, post theft (theft notification, stolen vehicle tracking), navigation, remote door unlock, remote controlled breakdown diagnosis, concierge services (route planning, weather and traffic information, tourist information, legal assistance...).
- Customer Relationship Management: telemarketing, customer surveys, claims management, complaint management, loyalty programs, prevention.

Technical Excellence

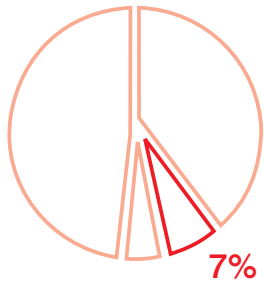
State of the art services, including the latest high-tech solutions (SMS, GPS, Satellite, extranets) are crucial for enhancing the Group's offer with added value. Moreover, one of Mondial Assistance's top priority, quality measuring barometers is "intervention delays" and "on-site repairs".

Last year, Mondial Assistance Brazil launched online rescue monitoring via SMS, a revolutionary break-through solution in roadside assistance. This new service consists of sending, via SMS messages to the end user, the rescue vehicle's license plate number, real time rescue location and the speed at which the rescue vehicle is travelling to the site of the accident. Five minutes after the rescue is assigned to a service provider, this information is communicated to the customer. Moreover, the customer receives regular real time rescue location until the rescue vehicle arrives. This online rescue monitoring service has not only reduced customers' emotional stress but has also reduced the number of incoming calls per claim as well as the average rescue time. Six months after the launch, all existing Mondial Assistance Brazil clients began offering this service.



Innovation //

- **Local patrol** services offering roadside assistance services for customers on summer holiday in Europe (Greece, UK, Spain, Portugal, south of France, Parisian region) in their own language.
- **International Motor show.** For the first time, in October 2006, Mondial Assistance maintained a booth at the world's largest motor show, Le Mondial de l'Auto, which takes place every other year in Paris. Mondial Assistance was the only assistance company present as an exhibitor at this event.
- The French entity launched an **advice service** for garage repair or maintenance estimates. This service can even negotiate the estimates directly with the garage. It also launched a hotline to help customers correctly fill in the jointly-agreed statement in case of a car accident.



In % of Mondial Assistance's turnover in 2006

+ 13.8%
in turnover

Healthcare and Lifecare

Global evolution for Healthcare and Lifecare services

Mondial Assistance launched its 3rd line of business in 2004 to meet the evolving assistance needs of its clients. Its range of Healthcare services solutions responds to specific and general health-related needs, whereas its Lifecare services offer solutions that help to make life more comfortable and contribute to an individual's well-being at home and at work. Everywhere, the trend of an ageing and increasingly dependent population continues. This requires innovative assistance services to allow these people to stay at home for as long as possible. Due to lifestyle changes, family members who care for a dependent senior are looking for logistical and financial support services. The occurrence of chronic diseases also increases and account for the highest costs within national Healthcare services systems. Moreover, urbanisation is spreading and economic trends are fluctuating, generating greater demand for more innovative services.



Due to lifestyle changes, family members who care for a dependent senior are looking for logistical and financial support services. The occurrence of chronic diseases also increases and account for the highest costs within national Healthcare services systems. Moreover, urbanisation is spreading and economic trends are fluctuating, generating greater demand for more innovative services.

ZOOM

Patient Relationship Management: treatment & support services for proper use of medications

- 50% of patients with a chronic disease do not take their prescribed medication properly or abandon treatment altogether. Medication can be useless or dangerous if instructions are not fully respected. 13% of Healthcare services expenses are related to non-compliance.
- For pharmaceutical companies, a new medicine's profitability is based on its efficiency, and therefore on the client's education and compliance. As pharmaceutical companies are not allowed to establish direct contact with patients, a third

party is necessary to ensure patient management neutrality. Mondial Assistance can be this third party.

- For complex medicines, Patient Relationship Management may even be a condition for market authorisation and reimbursement.
- Mondial Assistance offers advanced call centre capabilities, specialised operators and in-house medical staff around the world. In addition, ongoing personalised patient reporting is offered to the prescribing doctor, thereby optimising consultation time and supporting the treatment assessment.
- Consequently, patient treatment compliance can reach 80% or more and result in full patient and doctor satisfaction.



Key Clients

Insurance companies, pharmaceutical companies, governments, public Healthcare services authorities...

2006 results reflect sector growth

In 2006 the Healthcare and Lifecare services market changed significantly in several countries. For example, a new Healthcare services insurance system was introduced in the Netherlands and new government programmes were further promoted in France. In Spain, which for the last 10 years has had the highest percentage of seniors in Europe, a Dependency law was recently voted to clarify how these dedicated services for the elderly will be funded. Turnover has increased in both Healthcare and Lifecare services, as has the share this business line represents in overall company turnover. The successful launch of an osteoporosis patient programme in France, Belgium and Brazil greatly contributed to these results.

The Mondial Assistance Offer

- **Expatriation:** semi-permanent or long term medical assistance and travel insurance for employees of international companies or students is often required as a condition for obtaining a visa.
- **Dependency Programs:** short-term and long-term services to help the dependent to stay at home for as long as possible. Regular medical and psychological advice as well as housing

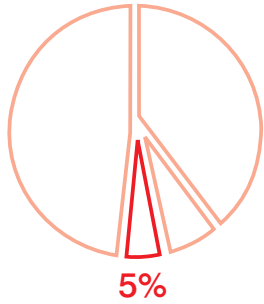
assistance services tailored for patients who are temporarily or definitively immobilised. First and foremost targeted to dependent seniors.

- **Personal Response Services:** home monitoring services based on an innovative technological device (tele-assistance).
- **Disease management & patient relationship management:** assistance services for people with a chronic disease, an impairment or abnormal functioning. Also targets consumers of prescription drugs, which are often sensitive and expensive medicines. These services include medical file follow-up, information sharing and verification that medication is being properly taken.
- **Rehabilitation management:** for people who have been severely injured in an accident and need support to reorganise their living environment and return to work. This involves manoeuvring through an intricate medical and administrative system. These programmes offer medical, personal care, job reinsertion and home/car modification services.
- **Lifecare Services:** convenience services including employment, housing and home maintenance, child sitting, meals, school support, bereavement or funeral assistance, and retirement services.
- **Other:** prevention, medical information hotlines, second medical opinion, medical expertise/assessment...



Innovation //

Development of a new product for the **detection and prevention of memory** related illnesses such as Alzheimer's. The product includes a prevention interview for people aged 50-64 conducted by a nurse as well as a global memory assessment for people aged 65 and older conducted by a doctor.



In % of Mondial Assistance's turnover in 2006

4 million cases in 2006

Property and others

Tailor-made, flexible solutions

Property assistance is a service provided in case of domestic catastrophes such as floods, fires or electrical damage. It also includes prevention solutions such as home surveillance and protection, and maintenance schemes for commercial outlets.

Other services cover comprehensive CRM and support services which consist primarily of customer relations management on behalf of our clients, concierge services and round-the-clock information call centres for public inquiries. Nevertheless, its flexibility enables Mondial Assistance to offer solutions that are designed to help its corporate clients and their customers face any situation, anytime, anywhere.



2006 initiatives

For the past several years, Mondial Assistance has developed new services that are driven by consumers' needs and their demand for more specific kinds of protection or warranties for their personal belongings such as credit cards, cell phones and even brown and white products.

The Mondial Assistance Offer

Mondial Assistance offers its corporate clients a wide range of property and other product solutions. These include home repair, tele-security, property assistance, CRM services, and warranties for specific goods. The network of assistance providers represents an equivalent number of skills, including plumbers, electricians, painters, doormen, bricklayers, carpenters, varnishers, upholsterers, chimney-sweepers, gardeners...



Innovation //

Development of a new product offer for electronic home and office surveillance in absence of the occupants. This offer, based on an annual fee, includes electronic surveillance (intrusion detection, alerts, control, information), security interventions (when a wrong access code is entered for instance) and assistance services such as repairing damaged exits and repatriating the owner(s).

Four lines of business
to support Mondial Assistance's clients
all over the world

Travel



Automotive



Healthcare and Lifecare



Property and others



International presence

In 2006, Mondial Assistance continued to accelerate its profitable growth, reflecting the quality of its strategy based on the development of new strategic geographical markets and innovation. All business units contributed to achieving excellent global results. The trend for a regional approach to global clients was confirmed through increased collaboration between the business units. Indeed, regional contracts for travel and automotive clients are based on the solid network of local business units: international contracts are coordinated at Group level and local input is decisive.



- Countries with Group offices
- Countries with a commercial Group activity

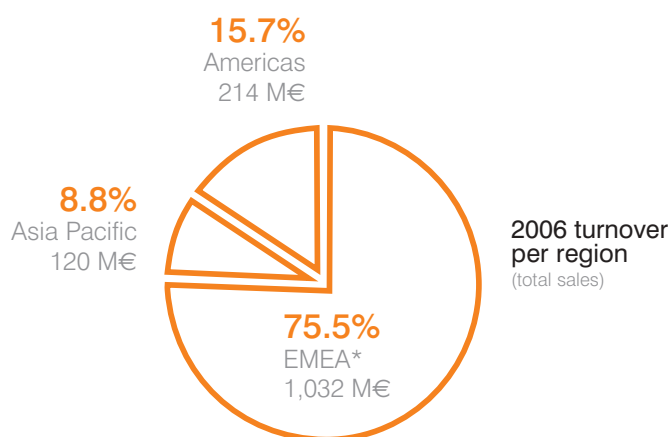
A worldwide network:

Operation centres in **26** countries

8,550 staff members: assistance co-ordinators, doctors, nurses, psychologists, lawyers, network controllers, mechanics, IT professionals, employment support specialists... **speaking 40 languages**

400,000 service providers: doctors, nurses, airline companies, plumbers, electricians, painters, doormen, bricklayers, carpenters, upholsterers, chimney-sweepers, locksmiths, gardeners, child sitters, taxi companies, car rental agencies, ambulance companies

180 correspondents (doctors, assistance companies, travel agents, tour operators, security companies, shipping and logistics companies, platforms), covering **170 countries**



*EMEA : Europe, Middle East & Africa.



Asia-Pacific



Americas



Europe, Middle East & Africa

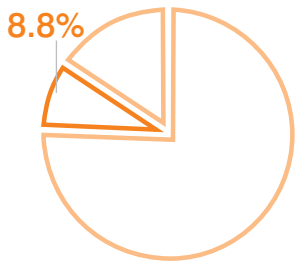




Asia-Pacific

Strong growth continues

Contribution by the Asia Pacific region to the Group's business continues to increase through all 4 business lines. This region currently represents 8.8% of the Group's total sales. In 2006, Australia was still a major contributor. However China confirmed its tremendous market potential and many South-East Asia countries demonstrated excellent dynamism.



+ 25.8%
in turnover

Advance Australia

Mondial Assistance's Australian business continued to surpass the growth secured elsewhere in the Group, to the extent that it is now one of the largest of the Group companies – a significant achievement given the company's size when it was acquired in 2001. E-commerce sales of travel insurance solutions and student health-care services continue to drive growth. The Group increasingly provides foreign students to Australia with health coverage for the duration of their studies, or links the coverage to the host educational institution.

Ahead of target in China

The roadside assistance activity increased tenfold between January and December 2006, putting Mondial Assistance in the undisputed role of market leader in China for such auto services. The Group managed to extend its early lead in this key growth market by continually challenging itself to 'raise the bar further' in terms of customer service. Development of travel insurance solutions was slower than expected due to the complex regulatory environment. However the strong growth in the roadside assistance business means the Group remains well ahead of target in China.

Quantum change in Japan

The joint venture between Mondial Assistance and Millea Holdings became effective on January 6th 2006. The remainder of the year was focused on absorbing the significant volume generated by the Japanese partner and on preparing for further increases in 2007. The ambition to become the leading assistance company in this important market took a major step forward.

South-East Asia Growth for core business lines

Truly excellent bottom-line results were achieved in Thailand in 2006, in spite of a troubled political and economic situation. However the latter inevitably had an impact on growth due to diminished consumer confidence.

The relatively small size of the local Singaporean market restricted growth somewhat, however the Singapore operation continued to grow its non-local business. A number of non-profitable accounts were rationalised in 2006, with better bottom line results expected in 2007.



Innovation //

Foreign students in Australia can now purchase health cover for the duration of their studies down under. When they have a claim they can process it online and get paid at any of the thousands nationwide Australia Post branches.

Americas

Strong and dynamic

Contribution from business in the Americas represents 15.7% of the Group's total sales. In 2006, e-commerce continued to boom in the USA and Canada, thereby reinforcing their travel insurance market share. The Brazilian business units strengthened their roadside assistance position thanks to continued innovation.

Brazil

Setting new standards for the roadside assistance market

Mondial Assistance Brazil achieved excellent results and strengthened its innovative image with the launch of several breakthrough innovations, including the world's first online rescue monitoring service. This new service, part of the company's roadside assistance process, regularly notifies the customer of the location of the rescue vehicle via mobile phone messaging. It acts on the emotional touch points in the service delivery process of the customer, and has proven to be of great value especially when urban security is an issue. The online rescue monitoring service was one of many new service, product and process-improvements that emerged from a new company-wide innovation process.

Canada

Growth and efficiency

The Group's Canadian business unit continues to experience strong growth in the financial and online travel markets.

The company's cost containment strategy was further strengthened by the deployment of a multi-network "best-of-breed" strategy. By leveraging the combined benefits of multiple PPO networks, direct provider contracts and the use of skilled

negotiators, the Canadian business unit expects to pass on significant cost savings to clients and customers.

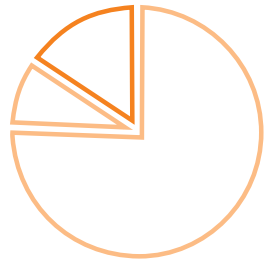
As part of its diversification strategy, the Canadian company developed the annual travel medical insurance market by targeting third-party administrators and selected employee/employer groups.

USA

A record year

The US business unit reported a 27% increase in revenues, a record year for the Group's number 1 travel insurer. The American company reaffirmed its dominant position in travel insurance, credit card enhancements and out-of-country health services markets. The company also quickly expanded to become the US market leader in ski resorts and event ticket insurance. The travel business benefited from the introduction of a number of leading-edge technologies, including a data warehouse system that will be the model for the Group. The US business unit also launched a new Customer Delight Program, which supports the Allianz Customer Focus Initiative, to enhance its already very high customer satisfaction ratings. The number of employees now exceeds 600 and, as a consequence, the company is expanding into a second building in Richmond.

15.7%



+ 15.3%
in turnover



Innovation //

In Brazil, the GPS of the patrols are integrated into the company IT system in order to regularly provide updates of the rescue time to the beneficiary through his cell phone.



Europe, Middle East & Africa

Healthy diversification

The EMEA zone greatly contributes to Group results representing 75.5% of overall sales. In 2006, major deals (travel insurance and roadside assistance) were signed at the European level, confirming the move toward global distribution. European business units demonstrated excellent dynamism by diversifying their products, and moving to lifecare services, healthcare assistance solutions and specialty insurance products.

Austria & SEE experience growth on several fronts

2006 was a very successful year for the Group in Austria and the SEE - countries (Bosnia/Herzegovina, Croatia, Hungary, Romania, Serbia/Montenegro, and Slovenia). These countries, whose assistance activity represents a growing share in the overall assistance business and is managed by a multi-lingual platform based in Vienna, saw growth in many areas throughout the year. These included new contracts with business partners, the launch of new assistance activities in Bosnia/Herzegovina and Serbia/Montenegro, and the preparation of resources to support the Group's investment in SEE-countries. The recently designed "all-in-one" annual travel insurance policy is developing satisfactorily. The Austrian business unit also celebrated its 20th anniversary and successfully introduced Mondial Assistance as the new brand.

Belgium Successful new product launches

Turnover grew in the Belgian business unit in 2006, mainly thanks to new products and contracts. The Tour Operator business line increased its sales by 9% thanks to important new contracts. Only three months after its launch, the new annual policy including assistance and cancellation through the brokers channel proved to be very successful. In terms of lifecare services, collaboration with an existing bank insurance client was extended,

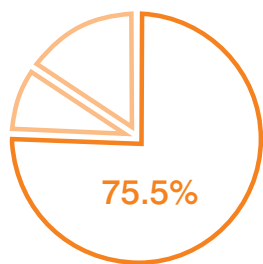
thereby providing a supplementary portfolio of about 240,000 cars. For Automotive, a major automobile manufacturer implemented a new program enabling the business unit to improve its relationship with its dealer network and this particular client. Healthcare successfully launched highly qualified patient support programmes for important pharmaceutical companies.

Czech & Slovak Republics New business initiatives combined with internal upgrading

The Group's business unit in Prague, responsible for the Czech Republic and Slovakia, drove the development of assistance services in these two markets, with a particular focus on vehicle assistance. In Slovakia, business with the country's leading travel insurance company increased by 60%. On the Czech market, the company successfully registered a new branch to develop a direct travel insurance business and launched several e-commerce policies for important international clients.

Innovation //

In Italy, Mondial Assistance provides airline companies with Customer Care services for complaints in case of lost/damaged pieces of luggage and handles refund requests from the passengers.



+ 6.5%
in turnover



France Merger year generates growth and profits

In 2006, Mondial Assistance in France successfully prepared the convergence of its different activities under the Mondial Assistance brand. During this period, sales increased by 9.3% and net profit by 20.7%.

In the automobile activities, the company launched new extended assistance offers with a major insurance company and reinforced its leadership in the automotive market by signing a contract with a major French car manufacturer. Several important contracts were also signed with major automobile fleet and long-term rental operators. Moreover, for the first time ever, a Mondial Assistance company hosted a booth at the International Motor Show in Paris.

E-commerce has seen exceptional growth in the travel and mobility sectors, with on-line insurance contract sales increasing by over 30%. Cancellation insurance for online railway tickets was also very successful. In the leisure market, event cancellation insurance got off to an encouraging start.

Mondial Assistance reinforced its presence in life-care services and adapted its organisation to new market realities due to the implementation of the French governmental programme for personal services. Several health prevention and "long-term" healthcare programs (Alzheimer's, obesity, tobacco addiction ...) have been extremely successful.

Germany Strong sales growth for travel and assistance

Despite intense competition and a stagnating market, the German travel insurance business unit, the national market leader in online travel insurance sales, achieved good results in 2006. It also celebrated its 50th anniversary. The business unit adopted some structural changes in management and consequently became even more client-centric. The German assistance entity achieved a high increase in volume. It also began to co-develop new domestic health products with Allianz for the senior market. At the same time, it optimised all internal processes and established a single operations platform for allowing the same processes, responsibilities, systems and service level.

Greece boldly enters the travel insurance market

The Greek business unit further penetrated the roadside assistance services sector by signing new contracts with automotive importers as well as rental and leasing companies. By setting up a dedicated roadside assistance renewals department, the company also entered the B2C market.

The implementation of the travel insurance program was finalised and initial demand was very strong. Mondial Assistance Greece also decided to expand its home assistance services to Cyprus.

Italy's operating results soar due to strong sales

Mondial Assistance Italia concluded 2006 with a 46% improvement in its operating results compared to 2005. These extremely profitable results were achieved due to very strong sales, especially in e-commerce and B2C, great improvement in loss ratio in the tour operator segment, and a very satisfactory and controlled expense ratio. The Italian business unit also launched cell phone protection, considered a high potential product, to a major Italian bank. Moreover, the business unit designed a new internal training programme for top and middle management.

Netherlands Dynamic automobile assistance market compensates for consolidation in travel insurance

The Dutch business unit took the opportunity in 2006 to strengthen the profitability of its travel insurance portfolio. It did this primarily by shifting from short-term to yearly insurance policies, thereby reducing the number of its travel insurance products. However, a healthy development in roadside assistance solutions and the signing of new contracts with two major automobile manufacturers helped compensate for the reduction in travel insurance. The introduction of the excellent customer centric IT system improved the speedy integration with partners.



Poland Enhanced organisational structure improves profitability

2006 was a challenging year for the Polish business unit. After several years of significant growth, the business unit strengthened its portfolio's profitability by improving its network management and organisational structure. The development of new products for banks and insurance companies reinforced performance in the Finance sector while the e-commerce activity boomed due to an agreement with a local low-cost airline.

Portugal Sustainable growth and social responsibility

2006 confirmed sustainable growth for Mondial Assistance Portugal with the continuation of two-digit growth for the past three years, and positive results.

The travel business signed a partnership with Portugal's largest airline company and implemented 5 additional international projects involving airlines and travel agents. And with the recent win of a health client, Mondial Assistance Portugal introduced a new business line around domestic health. Moreover, the Portuguese entity was awarded 14001 certification, signifying its compliance with environmental regulations and standards. The company's human resources department furthered its policy of social responsibility by continuing to hire the handicapped, and by supporting a low-resource hospital in Guinea, Africa in co-operation with UNICEF.

Reunion Island Sustained growth and expanding client portfolios

The business unit of the Reunion Island sustained growth in 2006 and continued to develop its client portfolio in claims management for the bank insurance sector. It also successfully launched an innovative solution, including assistance services, for

the management of corporate car fleets. Moreover, the entity successfully faced the Chikungunya epidemic that severely hit the island in 2006.

Russia & CIS New contract wins contribute to stronger sales

Via the Warsaw platform, several new contracts in both Russia and the CIS (Commonwealth of Independent States) countries were signed, generating a significant growth in turnover.

Spain Growth across all activities

The Spanish entity registered strong growth in 2006. In the travel business, customer acquisition was extremely successful reaching all airline targets, as well as on-line travel providers through e-travel insurance. By creating an innovative services portfolio, particularly in rental vehicles, the automobile assistance team successfully acquired new contracts. Healthcare assistance solutions continued to develop via two distinct networks: the associated Contigo network with 10 shops open today and the traditional B2B distribution channels.

Switzerland's steady growth bolstered by product innovations

Switzerland continued its positive development generating 12.4% growth in revenues. The Swiss business unit is maintaining its lead market position in the travel industry. Innovative new products such as insurance solutions for diving, biking and golfing, collision damage waivers and return trips in



case of extraordinary events like natural disasters or terrorist attacks promoted additional growth. Furthermore, the company reinforced its top position in roadside assistance with car manufacturers and importers. Thanks to this positive growth, the stable claims ratio and tight cost management, the Swiss business unit reported high profitability. In 2006 its core insurance and accounting systems were also renewed for optimised efficiency.

Turkey

Huge sales growth and new operations centre demonstrate dynamic local market

Mondial Assistance Turkey carried out a full reorganisation process in 2006 with an aim to consolidate its growth of previous years and strengthen it for the future challenges of this promising market. This, along with improved portfolio management and commercial developments in the insurance sector, led to a 60% growth in sales, and a net result multiplied by 3. The Turkish business unit renewed its leadership position in the banking sector by providing assistance services to commercial and individual banking branches.

The booming tourism market and increased activity volumes in southern Turkey led to the opening of a new operations centre in the Antalya region. Originally created to provide high quality services to its Russian and Ukrainian partners, this platform has set new standards for cost containment and productivity.

United Kingdom and Ireland

Booming E-commerce and streamlined processes

Despite a difficult year 2006 for most of the business unit's motor manufacturer clients, the company continued to grow its warranty business by nearly 20% over 2005. In addition, it succeeded in renewing or extending all major contracts.

Travel insurance showed positive sales growth with e-commerce resulting in over 50% of all travel insurance transactions.

Continual improvement in both quality and efficiency brought further improvements in the overall level of customer satisfaction; 97% of all customers are satisfied with the Call Centre activity and 99% with its dedicated technicians. Mondial Assistance UK was voted one of 'The Sunday Times 100 Best Companies To Work For'.

An enhanced Training & Development programme for roadside technicians achieved a world leading roadside repair rate, which further supported the customer satisfaction results and improved financial results.

Other highlights were the replacement of the existing legacy system with a new .NET infrastructure. This should ensure continuous profitable growth for the business. In addition, the UK and Irish business units combined a number of IT and Back Office functions as a means to reduce costs and simplify processes. Ireland focused primarily on the automobile market in 2006.

Middle East and Africa

Reinforcing the core business

Throughout 2006, AGF signed new travel insurance contracts in several African countries. In the near Middle East region, including Lebanon, Jordan and Egypt, Mondial Assistance further developed its travel business with existing partners.



Financial results

Review of Operations for the year 2006

Turnover (Premium and Service Revenue)

Mondial Assistance's strong growth in turnover continued with a 12% increase (gross written turnover, both insurance premiums and service revenue) to 1,366.1 million euros throughout the twelve-month period ended December 31st, 2006. The more favourable conditions of the three main business lines - automobile assistance, travel insurance and healthcare and lifecare services, were a positive influence and helped contribute to this strong growth.

In the European market where new vehicle sales were sluggish, the need for sophisticated automobile assistance nevertheless led to a modest turnover growth of 4%, despite strong growth rates in France, Spain, the U.K. and China. Automotive assistance represents 40% of total Group turnover. Travel insurance sales increased by 17% to reach an overall 49% share of total turnover. This ongoing positive development is mainly the result of a strong demand for travel insurance and an enhanced prescription of e-commerce products in North America, Australia and Europe.

The third line of business and services, further expanded with a turnover increase of 14% during the year 2006. Healthcare and lifecare currently represents 7% of the overall Group sales.

From a geographical perspective, sales development was particularly strong in certain markets, and all regions registered growth. Turnover increased in the Americas by + 15%, in the Asia-Pacific by + 26%, in Europe (including Middle East and Africa) by + 7%.

The fluctuation in currency exchange rates also affected the Group's 2006 turnover, resulting in a positive net increase of 1.2 million euros. This was mostly due to fluctuations in the Brazilian real and the Canadian dollar, with respect to a hypothetical situation at constant exchange rates in 2005.

Claims and Expenses

The claims ratio (including internal claims administration costs, net of reinsurance) in the insurance business decreased to 60.9% (2005: 64.4%). This drop was caused by an increase in the premiums earned net of 7.9%, following the premiums written net growth of 5.8% and lower unearned premiums reserves, and also by a modest development of claims. The claims reserves were up by 15.0% to 151.2 million euros, due mainly to travel insurance, which generates claims with a longer run-off period and higher average costs than assistance activities.

Compared to 2005, the Group's reported global commission ratio (gross of reinsurance) surged to 20.4% (both for insurance and service activities). This was primarily the result of a strong development in the high commissioned e-commerce travel insurance premiums. In general, all operating entities retained efficient control of expenses despite the strong growth in turnover. General expenses increased by only 5.9% to 479 million euros (In spite of the higher commissions, the favourable development of claims and general expenses in the double digit growing insurance premiums and service activities, lead to an improved combined ratio of 95.2% (2005: 95.8%; - 0.6 points).



Investments and financial results

At December 31st, 2006 the Group's financial investments amounted to 550.0 million euros (2005: 538.3 million euros). The relatively high amount of cash and cash equivalents of 218 million euros (+ 37.1%) is caused by the positive cash flow in 2006 and the inverse yield curve in the UK, leading our subsidiary to invest in short-term papers which are accounted for as cash.

The investments and financial results are composed of three parts. First, the result from investments decreased to 14.0 million euros (2005: 15.0 million euros) as the investments from current income were lower and the realised losses on securities available for sale slightly increased. Second, unrealised gains and losses on exchange rates amounted to a loss of 1.1 million euros (2005: gain of 3.5 million euros) due to the strong re-valuation of the US dollar against the Swiss franc. And third, the interest and similar result increased to 13.4 million euros compared to 9.9 million euros in the previous year. This increase was mainly due to a higher investment portfolio on short-term deposits, cash and cash equivalents. In total, the described effects slightly decreased the investment and financial result to 26.2 million euros (2005: 28.4 million euros).

Result before and after tax, and return on equity

Despite a higher commission ratio, reflecting the steep growth in e-commerce, the strong increase in net earned turnover (+14.5%), and slower growing claims and administrative expenses ratios generated a much improved net operating result of 63.5 million euros, up 31.1% compared to 2005. Thanks to a stable investment and financial result and other income/expenses, profit before taxes attained 90.4 million euros (+ 18.8%). Deducting the taxes on profits of 33.3 million euros (2005: 27.0 million euros), which slightly increased, profit after taxes strongly increased to 55.9 million euros (+ 17%).

Correspondingly, the return on equity throughout the twelve-month period ended December 31st, 2006, increased to 17.9% from 16.8% in 2005 (+ 7%).

Changes in Group structure

Several changes in Group structure took place during the year. 2006 saw the completion or initiation of several mergers. Details of these operations can be found in the chapter "Notes to the consolidated financial statements", starting on page 26 of this report.





Financial statements of Mondial Assistance Group

Consolidated Income Statement of Mondial Assistance Group
for the Financial Year 2006

in thousand EUR	2006 Gross	2006 Ceded	2006 For own account	Reclassified* 2005 For own account
INSURANCE AND ASSISTANCE BUSINESS				
Total turnover (premiums and service revenue)	1 366 100	9 018	1 357 082	1 203 632
Written premiums	1 043 691	9 018	1 034 673	977 776
Unearned premium reserve change	(25 918)	974	(26 892)	(43 790)
Earned premiums	1 017 773	9 992	1 007 781	933 986
Claims paid current year	(378 978)	(3 283)	(375 695)	(369 912)
Transferred claims administration expenses (IHC) CY	(103 299)		(103 299)	(126 447)
Change in current year reserves	(120 959)	(1 530)	(119 429)	(99 221)
Claims incurred current year	(603 236)	(4 813)	(598 423)	(595 580)
Claims paid previous year	(77 084)	(1 378)	(75 706)	(73 071)
Transferred claims administration expenses (IHC) PY	(12 941)		(12 941)	(13 899)
Change in previous year reserves	97 119	1 204	95 915	97 735
Claims incurred previous year	7 094	(174)	7 268	10 765
Other technical income / expenses	(23 400)	(390)	(23 010)	(17 023)
Total claims	(619 542)	(5 377)	(614 165)	(601 838)
Commission paid (Insurance Business)	(234 337)	(935)	(233 402)	(180 697)
Insurance margin	163 894	3 680	160 214	151 451
Service revenue			322 409	225 856
Service income deferred change			(5 907)	(3 205)
Service revenue earned			316 502	222 651
Other service income / expenses			(12 755)	12 301
Commission paid (service business)			(38 179)	(26 528)
Transferred service administration expenses (ISHC)			(158 222)	(119 737)
Service margin			107 346	88 687
Staff costs			(310 905)	(289 080)
IT costs			(19 895)	(12 799)
Telecommunication costs			(12 886)	(13 765)
Fees for group services			(2 185)	(5 042)
Other administration costs			(132 632)	(131 084)
Transfer of IHC and ISHC			274 462	260 083
General expenses after transfer			(204 041)	(191 687)
Operating result			63 519	48 451

* refer to Notes for details



in thousand EUR	2006 For own account	Reclassified* 2005 For own account
Financial operations		
Current income investments	12 910	13 965
Current expense investments	(1 205)	(1 512)
Current investment result	11 705	12 453
Realised gains	3 452	3 666
Realised losses	(1 711)	(952)
Realised result	1 741	2 714
Write-ups	581	322
Write-offs	(48)	(519)
Accountancy result	533	(197)
Result from investments	13 979	14 970
Exchange rate fluctuation gains	12 283	12 114
Exchange rate fluctuation losses	(13 383)	(8 630)
Exchange rate result	(1 100)	3 484
Interest and similar income	14 318	10 827
Interest and similar expenses	(962)	(892)
Interest and similar result	13 356	9 935
Financial result	12 256	13 419
Other income / expenses	636	(741)
Result before tax	90 390	76 099
Taxes	(33 257)	(27 012)
Result after tax	57 133	49 087
Minority interest in the results	(1 271)	(1 314)
Group result	55 862	47 773

* refer to Notes for details



Consolidated Balance Sheet of Mondial Assistance Group of December 31st, 2006

Assets

in thousand EUR	2006	2005
Goodwill	14 965	15 812
Other intangible assets	21 867	22 957
Intangible assets	36 832	38 769
Land and buildings	8 054	8 135
Other tangible assets	43 823	40 854
Tangible assets	51 877	48 989
Shares	24	22
Fixed-interest securities	448 591	451 791
Other Investments	83 025	67 367
Securities - available for sale	531 640	519 180
Participations	551	700
Mortgages	0	111
Loans	17 854	18 318
Mortgages and loans	17 854	18 429
Investments	550 045	538 309
Accounts receivable - direct business	81 375	66 826
Accounts receivable - indirect business	60 485	50 050
Accounts receivable from associated companies - current accounts	2 406	5 491
Other accounts receivable	121 367	124 728
Accounts receivable	265 633	247 095
Deferred acquisition costs	26 114	25 494
Cash and cash equivalents	217 995	158 512
Reinsurance deposits	25 127	24 439
Other deposits	4 335	4 658
Other assets	29 462	29 097
Accrued interest	9 008	8 674
Other (prepayments and accrued income)	21 828	22 579
Accruals & prepayments	30 836	31 253
Deferred taxes - assets	24 579	27 479
Total assets	1 233 373	1 144 997



Shareholders' equity and liabilities

in thousand EUR	2006	2005
Share capital	25 509	25 509
Additional paid in capital	30 633	30 633
Other reserves	190 982	198 751
Retained earnings brought forward	20 366	(1 714)
Net profit for the financial year	55 862	47 773
Shareholders' equity	323 352	300 952
Minority interest in shareholders' equity	4 690	5 667
Unearned premium reserves and deferred service income	390 303	362 585
Claim reserves	151 159	131 441
Other technical provisions	45 908	39 863
Technical provisions	587 370	533 889
Personnel provisions and similar liabilities	44 714	38 162
Provision for income taxes and similar taxes	17 830	25 994
Other non-technical provisions	11 848	14 573
Non-technical provisions	74 392	78 729
Deposits received from reinsurers	229	2 463
Loans	9 719	11 074
Liabilities - direct business	14 426	11 297
Liabilities - indirect business	8 420	9 012
Liabilities to associated companies - current accounts	1 521	1 892
Other liabilities	184 789	160 394
Deferred income	9 173	8 381
Other liabilities	228 277	204 513
Deferred taxes - liabilities	15 292	21 247
Total liabilities	910 021	844 045
Total shareholders' equity and liabilities	1 233 373	1 144 997



Cash Flow Statement of Mondial Assistance Group for the Financial Year 2006

in thousand EUR	2006	Reclassified* 2005
Net result of the period	55 862	47 773
Change in unearned premiums reserve	27 718	50 342
Change in claims and claim handling costs	19 718	4 253
Change in other technical reserves	6 045	4 218
Change in deferred acquisition costs	(620)	(5 209)
Change in deposits held by others under reinsurance business assumed	(688)	(3 456)
Change in deposits held under reinsurance business ceded	(2 234)	300
Change in accounts receivable / payable on reinsurance business	(11 027)	(9 015)
Change in loans and advances to banks and customers	575	(13 644)
Change in liabilities to banks and customers	21 075	5 279
Change in other receivables and liabilities	(7 717)	29 963
Change in deferred tax assets / liabilities	(826)	(4 477)
Adjustments to reconcile amortization of goodwill	(36)	(17 091)
Depreciations	541	3 957
Other	1 866	(2 349)
Cash flow from operating activities	110 252	90 844
Change in securities available for sale**	(20 089)	(58 692)
Change in real estate	6 806	(282)
Change in other investments	0	(619)
Change in cash and cash equivalents from the acquisition of consolidated affiliated companies	149	2 004
Other	(8 812)	2 072
Cash flow from investing activities	(21 946)	(55 517)
Cash inflow from capital increases	0	245
Dividend payouts	(24 653)	(16 730)
Other from shareholder equity and minority interests	(4 170)	3 811
Cash flow from financing activities	(28 823)	(12 674)
Change in cash and cash equivalents	59 483	22 653
Cash and cash equivalents at beginning of period	158 512	135 859
Cash and cash equivalents at end of period	217 995	158 512

* refer to Notes for details

** including unrealised loss / gain reserves on investments available for sale

Notes to the consolidated financial statements of Mondial Assistance Group

Consolidation scope

The consolidated financial statements of Mondial Assistance Group comprise the annual accounts of Mondial Assistance AG and subsidiaries, which are prepared in accordance with the accounting and valuation principles of the Mondial Assistance Group. Consolidated subsidiaries are listed further in the notes to the consolidated financial statements.

The holding company SACNAS International S.A., France, merged with Mondial Assistance S.A.S, France. Mondial Assistance France S.A.S was incorporated with the purpose of service and brokerage.

The Japanese company AS24 (NIJUYKON K.K.) has been renamed to Millea Mondial Co Ltd, Tokyo, and the group's participation reduced to 50%.

In Brazil, the broker company Mondial Protection Corretora de Seguros Ltda was founded.

Consolidation principles

Subsidiaries have been recorded according to the full consolidation method when subject to the majority control of the Mondial Assistance Group.

All intra-group transactions and balances have been eliminated.

Interests in joint ventures are recognised by including the accounts using the proportionate consolidation basis, i.e. by including in the accounts under the appropriate financial statement headings the Group's proportion of the joint venture revenues, costs, assets and liabilities.

Equity investments in which the Mondial Assistance Group owns at least 20% of the voting rights are accounted for using the equity method, except for investments in which the Mondial Assistance Group is not able to exercise significant influence, in which case, the cost method is used.

Investments in which the company owns less than 20% are accounted for under the cost method.

The equity and net income attributable to minority shareholders' interests are disclosed separately in the balance sheet and income statement respectively.

The purchase method of accounting is used for acquired businesses. Companies acquired or disposed of during the year are included in the consolidated financial statements from the date of acquisition or to the date of disposal respectively.

Foreign currency translation

The Group's reporting currency is the Euro (€). The functional currency for each Group company is the currency of the environment where the enterprise carries on its activities. Assets and liabilities are translated at the closing rate on the balance sheet date. Expenses and income are translated at the annual average rate from the functional currency into the reporting currency. Translation differences between the functional currency and reporting currency, including those arising in the process of equity consolidation, are taken to shareholders' equity without affecting earnings. Translation differences between the transaction currency and functional currency are reported in earnings.

Exchange rates of principal currencies

Balance sheet year end rate

(against 1 euro)	2006	2005
Australia (AUD)	1.6691	1.6109
Japan (JPY)	156.9300	138.9000
Brazil (BRL)	2.8133	2.7515
United Kingdom (GBP)	0.6715	0.6853
Switzerland (CHF)	1.6069	1.5551
USA (USD)	1.3170	1.1797

Income statement average rate

(against 1 euro)	2006	2005
Australia (AUD)	1.6669	1.6322
Japan (JPY)	146.0642	136.8628
Brazil (BRL)	2.7327	2.8979
United Kingdom (GBP)	0.6818	0.6839
Switzerland (CHF)	1.5731	1.5482
USA (USD)	1.2557	1.2443



Reclassification of balance sheet and profit and loss statement of 2005

With the adoption of a new chart of accounts (adoption of the Allianz chart of accounts), the following reclassifications were effective compared to the annual report 2005:

Balance Sheet

Loans

Other gross customer advances (1.2 million euros) are newly shown under loans instead of other accounts receivable.

Accounts receivable

Under the new chart of accounts, one component account of receivables has been reclassified to other liabilities (2.1 million euros).

Unearned premium reserves and deferred service income

The account provision for deferred service income (19.0 million euros) is shown under this account grouping instead of the deferred income grouping.

Personnel provisions and similar liabilities

The account provision other staff – regulated provision (-0.09 million euros) is grouped in personnel provisions and similar liabilities instead of other non-technical provisions.

Provision for income taxes and similar taxes

The account other taxes (9.1 million euros) is reclassified to this account grouping instead of other non-technical provisions.

Other non-technical provisions

The account provision other staff – regulated provision (-0.09 million euros) and the account other taxes (9,1 million euros) is newly grouped in provisions for income taxes and similar taxes and other non-technical provisions.

Other liabilities

One component account of receivables (2.1 million euros) and the account liabilities to banks cash advance & short term deposits (6.9 million euros) is reclassified to this account grouping.

Loans

The account liabilities to banks cash advance & short term deposits (6.9 million euros) is grouped newly in loans instead of other liabilities.

Deferred income

The account provision for deferred service income (19.0 million euros) is reclassified to unearned premium reserves and deferred service income as it is considered as a technical provision.

Profit and loss statement

Change of intercompany elimination between claims and services

The elimination of intercompany relationships between claims and services has changed due to the adoption of the Allianz chart of accounts and changes to Allianz' accounting principles. The change in the elimination policy has a positive impact on the service margin and leads to an increase in claims incurred. In the past, intercompany revenues were mainly eliminated against claims. In 2006, they are eliminated against service expenses. The link elimination account is newly grouped in other service income / expenses, which was previously grouped in service revenue (reclassification).

The intercompany elimination change concerns the subtotal claims incurred current year and the groupings claims paid previous year and commissions paid.

With the adoption of the Allianz chart of accounts, further accounts were re-grouped compared to the annual report 2005.

Other administration costs

The other administration costs grouping was partially reclassified (2.9 million euros) to other groupings within the general expenses after transfer subtotal and to the groupings other technical income / expenses.

Current income investments

Interest and similar income are shown separately in current income investments.

Interest and similar income

Interest and similar income are shown separately from current income on investments.

Accounting and valuation policies

Balance Sheet

Intangible assets

Intangible assets include goodwill and other intangible assets such as exclusivity fees and software purchased from others or developed in-house.

Goodwill represents the difference between the purchase price of subsidiaries and the proportionate share of their net assets valued at the current value of all assets and liabilities at the time of acquisition. Goodwill is recognised as an asset in the balance sheet and is not amortised.

The Mondial Assistance Group periodically evaluates the recoverability of Goodwill and takes into account events or circumstances that warrant revised estimates of useful lives or that indicate the existence of an impairment. Impairment testing for goodwill is carried out at least annually, at the end of the year and at each reporting date, whenever there is an indication that an asset maybe impaired. The impairment is recognized through the income statement and the reversal of an impairment loss is prohibited.

Intangible assets are measured initially at cost and are recognised if it is probable that the future economic benefits that are attributable to the asset will flow to the Group, and the cost of the asset can be measured reliably. After initial recognition, intangible assets are measured at cost less accumulated amortisation and any accumulated impairment losses.

Other intangible assets are amortised using the straight-line method over their estimated period of benefit with a maximum of 5 years.

Tangible assets

Tangible assets include property and other tangible assets such as equipment.

Property used for own use and equipment is stated at cost and depreciated using the straight-line method over the shorter of the estimated life of the asset or the lease term. Land is not depreciated. Buildings are depreciated over 50 years, while other tangible assets included under the heading "Other assets" over a period of their estimated useful life at the date of purchase.

The Group recognises finance leases as assets and liabilities in the balance sheets at amounts equal at the inception of the lease to the fair value of the leased property. Initial direct costs incurred are included as part of the asset. Lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to periods during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

A finance lease gives rise to depreciation expense for the asset as well as a finance expense for each accounting period. The depreciation policy for leased assets is consistent with that for other depreciable assets.

Investments

Investments include securities available for sale, participations, mortgages and loans.

Securities available for sale are accounted for at fair value. Positive and negative differences between market value and cost or amortised cost are included in a separate component of shareholders' equity, net of deferred tax. Realised gains and losses are principally determined by applying the average cost method.

Accounts receivable

The accounts receivable are carried at nominal value less any necessary value adjustment.

Deferred acquisition costs

Deferred acquisition costs, which are incurred in connection with the acquisition or renewal of insurance policies, are capitalised and amortised through the income statement over the term of the policies.

Cash and cash equivalents

This item includes balances with banks payable on demand, cash on hand and bank deposits with a maturity of three months or less at the date of purchase.

The carrying amount of cash with banks and cash on hand corresponds to the fair value. Cash funds are stated at their face value, with holdings of foreign notes and coins valued at year-end closing.



Deferred tax

The calculation of deferred tax is based on temporary differences between the carrying amounts of assets or liabilities in the published balance sheet and their tax basis, and on differences arising from the application of uniform valuation policies for consolidation purposes. The tax rates used for the calculation of deferred taxes are the local rates applicable in the countries concerned. Substantively enacted changes in tax laws are already taken into account as at balance sheet date.

Impairment of assets

All assets are reviewed regularly to ensure that no further value adjustments are required. Valuation write-downs are charged to the income statement if any permanent diminution in value is identified. Write-downs are based on the relevant estimated recoverable amounts.

Accounting for operating leases

Accounting for equipment and vehicles under operating leases, whereby the risks and benefits relating to ownership of the assets remain with the lessor, are not recorded in the balance sheet and all related expenses are accounted for in the income statement in the period they arise.

Technical provisions

Technical provisions include unearned premium reserves, deferred service income, claim reserves and other technical provisions.

Premiums written and service revenue attributable to future periods are deferred under unearned premium reserves respectively under service deferred income on a pro-rata basis, over the period of the contract on a daily basis.

Claim reserves are assessed according to local regulatory requirements, on a case by case basis and are supplemented by reserves for claims incurred but not reported based on management and statistical estimates.

Non-technical provisions

These include personnel provisions and similar liabilities, provision for income taxes and other non-technical provisions.

Pension and similar reserves are calculated taking local circumstances into account as well as expected future trends in salaries and wages, retirement rates and pension increases.

Defined benefit plans are recognised using the method of accruing actuarial gains and losses through income.

Provisions for income taxes are calculated in accordance with the relevant local tax regulations.

Other liabilities

Other liabilities include deposits received from reinsurers, loans, liabilities direct / indirect business, liabilities with associated companies (current accounts), deferred income and other liabilities.

Income statement

Turnover

Turnover includes insurance premiums and service revenue.

Premiums earned

Premiums written for travel insurance are reported proportionately as income over the term of the insurance contract on a daily basis.

Claims and service administration expenses (internal claims handling costs ICHC and internal service handling costs ISHC)

Claims and service handling costs are assessed according to business management criteria and reported under claims incurred and service administration expenses.

Ordinary result

Interest income and interest expense are recognised on an accrual basis. Dividends are recognised as income when received.

Interest on finance leases is recognised as interest expense over the term of the respective lease.

Income Taxes

Income tax expense includes current income taxes and deferred income taxes.

Explanation of the accounting and valuation policies differing from Swiss law

The most important differences are summarised below.

Investments available for sale (afs investments)

Investments available for sale are shown in the balance sheet at market value with the unrealised gains / losses being included under other reserves in shareholders' equity.

Claim equalisation reserves

Claim equalisation reserves and catastrophe reserves are not allowed under Mondial Assistance Group accounting policies because they do not represent a present obligation towards third parties.

Claims reserves

Under Mondial Assistance Group accounting policies, claims reserves usually are lower than under statutory accounting principles as they are calculated at the best estimate of the ultimate cost. The Swiss Code of Obligations requires a conservative calculation in accordance with the prudence principles.

Acquisition costs

Under Mondial Assistance Group accounting policies acquisition costs are capitalised and amortised over the term of policy.

Goodwill

Goodwill with an indefinite useful life is not amortised under Mondial Assistance Group accounting policies. Impairment testing for goodwill is carried out at least annually and if an impairment is applicable, it is recognised through the income.

Valuation reserve securities

in thousand EUR	2006	2005
Fixed-income securities and other investments		
Cost	530 321	511 099
Fair value	531 616	519 158
Revaluation reserve	1 295	8 059
Shares		
Cost	17	17
Fair value	24	22
Revaluation reserve	7	5

Intangible and tangible assets

in thousand EUR	intangible assets	tangible assets	real estate	Total
Balance value on December 31st, 2005	38 769	40 854	8 135	87 758
Exchange rate change	(1 383)	(300)	0	(1 683)
Additions	11 097	24 009	0	35 106
Change scope of consolidation	(409)	(267)	0	(676)
Disposals	(3 008)	(16 084)	(2)	(19 094)
Amortisation	(8 234)	(4 389)	(79)	(12 702)
Balance value on December 31st, 2006	36 832	43 823	8 054	88 709

Real Estate

The capitalised cost of buildings is calculated on the basis of acquisition cost and depreciation over a maximum of 50 years in accordance with the useful life of the real estate. The gross capitalised values totalled 18.639 million euros at the beginning of the year and 10.987 million euros at the end of the year. Accumulated depreciation amounted to 10.504 million euros at the beginning of the year and 2.933 million euros at the end of the year. No unscheduled depreciation was recorded in 2006.

Tangible Assets

Tangible assets such as equipment, vehicles and hardware are depreciated over 3 to 10 years according to their useful lives. The gross capitalised values totalled 112.995 million euros at the beginning of the year and 118.637 million euros at the end of the year. Accumulated



depreciation amounted to 72.141 million euros at the beginning of the year and 74.814 million euros at the end of the year. Expenditures to restore the future economic benefits from the assets are capitalised if they extend the useful life of the asset, otherwise they are recognised as an expense.

Intangible Assets

Impairment testing for goodwill is carried out at least annually.

Goodwill (net) amounts to 15.813 million euros at the beginning and 14.965 million euros at the end of the period. Other intangible assets (net) totalled 22.957 million euros at the beginning of the year and 21.867 million euros at the end of the year.

Changes in consolidated shareholders' equity

in thousand EUR	2006	2005
Shareholders' equity on January 1st	300 952	268 033
Exchange rate differences	(3 725)	2 982
Net profit for the financial year	55 862	47 773
Unrealised gains on afs investments	(3 600)	(561)
Unrealised losses on afs investments	(2 016)	(196)
Dividends to shareholders	(24 653)	(16 752)
Others	532	(327)
Shareholders' equity on December 31st	323 352	300 952

Disclosures of Article 663 a/b CO, supplemented by voluntary information

in thousand EUR if not otherwise indicated	2006	2005
1. Contingent liabilities	52 340	57 972
2. Assets pledged as security for own obligations	196	129
3. Leasing obligations	64 211	78 618
4. Fire insurance value for tangible assets	91 422	85 932
5. Elvia Reiseversicherungs-Gesellschaft AG, Wallisellen, and Mondial Assistance AG belong to the the Allianz Suisse Insurance value added tax group and are therefore jointly and severably liable for all value added tax liabilities of the value added tax group to the Swiss Federal Tax Administration.		
6. Participations with at least 20% of voting rights or capital share	2006	2005

EUROPE

Austria

ELVIA Assistance GmbH, Vienna	Share capital in ATS	15 000 000	15 000 000
Purpose: Assistance and services	Share	100%	100%

Belgium

Société Belge d'Assistance Internationale S.A., Bruxelles	Share capital in EUR	7 709 000	7 709 000
Purpose: Insurance	Share	94.14%	94.10%
Société Belge de Services Téléphoniques S.A., Bruxelles	Share capital in EUR	74 400	74 400
Purpose: Services	Share	94.43%	94.39%

Czech Republic

ELVIA Assistance s.r.o., Prague	Share capital in CZK	30 000 000	30 000 000
Purpose: Services	Share	100%	100%

France

Mondial Assistance Réunion S.A., Saint Denis (Reunion Island)	Share capital in EUR	329 008	329 008
Purpose: Services	Share	99.97%	99.86%
Gestion de Télésecurité et de Services S.A., Chatillon	Share capital in EUR	720 000	720 000
Purpose: Services	Share	99.98%	99.86%
France Secours International Assistance S.A., Bagnolet	Share capital in EUR	2 745 000	2 745 000
Purpose: Services	Share	91.00%	90.98%
FS2A S.A., Paris	Share capital in EUR	10 775 000	10 775 000
Purpose: Insurance	Share	91.00%	90.98%
Mondial Assistance France S.A., Paris	Share capital in EUR	6 926 850	7 916 400
Purpose: Services and broker	Share	92.36%	93.24%
Mondial Assistance France S.A.S., Paris	Share capital in EUR	37 800	
Purpose: Services and broker	Share	99.99%	
Fragonard Assurance S.A., Paris	Share capital in EUR	25 037 000	25 037 000
Purpose: Insurance	Share	92.36%	93.24%
Mondial Assistance S.A.S, Paris	Share capital in EUR	20 088 900	20 088 900
Purpose: Holding	Share	99.99%	99.99%
SACNAS International S.A., Paris	Share capital in EUR		7 959 936
Purpose: Holding	Share		99.88%

		2006	2005
SAGE S.A., Chatillon	Share capital in EUR	22 500	22 500
Purpose: Services	Share	99.98%	99.86%
Société Européenne de Protection et de Services d'Assistance à Domicile S.A., Paris	Share capital in EUR	174 750	174 750
Purpose: Security and others	Share	56.00%	55.94%
Société de services communs, Paris	Share capital in EUR	221 067	221 067
Purpose: Services	Share	95.34%	95.14%
Germany			
Mondial Assistance Deutschland GmbH, Munich	Share capital in EUR	50 000	50 000
Purpose: Services	Share	50.00%	49.94%
REHACARE GmbH, Munich	Share capital in EUR	128 000	128 000
Purpose: Service	Share	37.44%	37.40%
Great Britain			
MONDIAL Assistance United Kingdom Ltd, Croydon Surrey	Share capital in GBP	1 360 940	1 360 940
Purpose: Assistance and services	Share	99.99%	99.88%
World Access Europe Ltd, London	Share capital in GBP	100	100
Purpose: Assistance and services	Share	99.99%	99.88%
Greece			
POLY - Assistance & Services A.E., Athens	Share capital in EUR	60 000	60 000
Purpose: Assistance and services	Share	50.99%	50.94%
Hungary			
ELVIA Assistance Kft., Budapest	Share capital in HUF	3 000 000	3 000 000
Purpose: Services	Share	100%	100%
Ireland			
Assistance and Services Corporation of Ireland Ltd, Dublin	Share capital in EUR	146 050	146 050
Purpose: Services	Share	99.99%	99.88%
Italy			
Mondial Service S.r.l., Milan	Share capital in EUR	98 000	98 000
Purpose: Services	Share	100%	100%
Mondial Assistance Italia S.p.A., Milan	Share capital in EUR	6 708 000	6 708 000
Purpose: Insurance and reinsurance	Share	100%	100%
Permatel S.r.l., Rome	Share capital in EUR	95 000	95 000
Purpose: Services	Share	100%	100%
The Netherlands			
Mondial Assistance B.V., Amsterdam	Share capital in EUR	454 000	454 000
Purpose: Reinsurance and services	Share	100%	100%
ELVIA Travel Insurance International N.V., Amsterdam	Share capital in EUR	15 999 868	15 999 868
Purpose: Insurance	Share	100%	100%
Poland			
ELVIA Assistance Sp.z o.o., Warsaw	Share capital in PLN	3 800 000	3 800 000
Purpose: Services	Share	100%	100%
Portugal			
Mondial Assistance Portugal Servicos de Assistencia LDA, Lisbon	Share capital in EUR	1 600 000	150 000
Purpose: Services	Share	100%	100%
Spain			
Mondial Assistance Seguros y Reaseguro Diversos, S.A., Madrid	Share capital in EUR	4 209 782	4 209 782
Purpose: Assistance and Insurance	Share	100%	100%
Sociedad Mundial de Asistencia S.A., Madrid	Share capital in EUR	210 350	210 350
Purpose: Services	Share	99.99%	99.91%
Switzerland			
ELVIA Reiseversicherungs-Gesellschaft AG, Zurich	Share capital in CHF	25 000 000	25 000 000
Purpose: Insurance and assistance	Share	100%	100%
Turkey			
SAT S.A., Istanbul	Share capital in TRY	206 785	206 785
Purpose: Services	Share	96.99%	95.88%
AFRICA			
Mauritius Island			
Mascareignes Services Assistance Ltd, Port Louis	Share capital in MUR	1 103 000	1 103 000
Purpose: Services	Share	99.99%	99.99%



		2006	2005
ASIA PACIFIC			
<i>Australia</i>			
Mondial Assistance Australia Holding (Pty) Ltd, Toowong	Share capital in AUD	11 000 000	11 000 000
Purpose: Holding	Share	100%	100%
ETI Australia (Pty) Ltd, Toowong	Share capital in AUD	11 000 000	11 000 000
Purpose: Services	Share	100%	100%
<i>China</i>			
Mondial Assistance Beijing Services Co. Ltd., Beijing	Share capital in EUR	1 780 000	1 780 000
Purpose: Services	Share	99.99%	99.99%
<i>Japan</i>			
AS24 (NIJUYON K.K.), Tokyo	Share capital in JPY		75 000 000
Purpose: Services	Share		99.88%
Millea Mondial Co Ltd, Tokyo	Share capital in JPY	100 000 000	
Purpose: Services	Share	50.00%	
<i>Singapore</i>			
World Access Asia (PTE) Ltd, Singapore	Share capital in SGD	2 050 000	2 050 000
Purpose: Assistance and services	Share	100%	100%
<i>Thailand</i>			
Mondial Assistance (Thailand) CO Ltd., Bangkok	Share capital in THB	20 408 200	20 408 200
Purpose: Services	Share	44.10%	44.10%
NORTH AMERICA			
<i>Canada</i>			
World Access Canada Inc., Waterloo	Share capital in CAD	1 394 484	1 394 484
Purpose: Assistance and services	Share	100%	100%
World Access Insurance Broker Ltd, Waterloo	Share capital in CAD	1	1
Purpose: Insurance broker	Share	47.37%	47.37%
<i>USA</i>			
Travel Care Inc., Richmond	Share capital in USD	25 000	25 000
Purpose: Assistance and travel agency	Share	100%	100%
World Access Inc., Richmond	Share capital in USD	74	74
Purpose: Holding	Share	100%	100%
World Access Healthcare Services Inc., Richmond	Share capital in USD	2 500	2 500
Purpose: Assistance and services	Share	100%	100%
World Access Service Corp., Richmond	Share capital in USD	5 000	5 000
Purpose: Assistance and insurance agency	Share	100%	100%
SOUTH AMERICA			
<i>Argentina</i>			
Mercosul Assistance Argentine S.A., Buenos Aires	Share capital in ARS	212 000	212 000
Purpose: Services	Share	100.00%	99.99%
<i>Brazil</i>			
Mercosul Assistance Participacoes Ltda, São Bernardo do Campo	Share capital in BRL	7 641 918	7 641 918
Purpose: Services	Share	99.99%	99.99%
Mondial Protection Corretora de Seguros Ltda, São Bernardo do Campo	Share capital in BRL	10 000	
Purpose: Broker	Share	99.98%	
7. Shareholders with more than 5% votes			
RAS International N.V., Amsterdam	Share	50%	50%
AGF Holding S.A., Paris	Share	29.8%	29.8%
AGF Iart S.A., Paris	Share	10.1%	10.1%
AGF Vie S.A., Paris	Share	10.1%	10.1%
8. Accounts receivable and payable with associated companies in thousand EUR:			
Accounts receivable from insurance business		22 598	11 917
Deposit retained on reinsurance assumed		23 670	21 798
Accounts receivable for services		4 334	4 027
Other accounts receivable		6 655	3 566
Liabilities from insurance business		17 972	12 340
Deposit retained on reinsurance ceded		936	936
Rendering of service debts		4	793
Other liabilities		1 443	928

Report of the Group Auditors to the General Meeting of Mondial Assistance AG, Wallisellen

Report of the Group Auditors to the General Meeting of Mondial Assistance AG, Wallisellen

As group auditors, we have audited the consolidated financial statements rendered on pages 26 - 38 (income statement, balance sheet, cash flow statement and notes) of Mondial Assistance AG for the year ended December 31, 2006.

These consolidated financial statements are the responsibility of the board of directors. Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We confirm that we meet the legal requirements concerning professional qualification and independence.

Our audit was conducted in accordance with Swiss Auditing Standards, which require that an audit be planned and performed to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. We have examined on a test basis evidence supporting the amounts and disclosures in the consolidated financial statements. We have also assessed the accounting principles used, significant estimates made and the overall consolidated financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

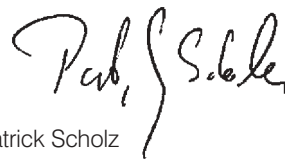
In our opinion, the consolidated financial statements comply with Swiss law and the consolidation and valuation principles as set out in the notes.

We recommend that the consolidated financial statements submitted to you be approved.

KPMG Ltd



Ian Sutcliffe
Auditor in Charge



Patrick Scholz

Zurich, March 30, 2007



Financial statements of Mondial Assistance AG

Balance Sheet of Mondial Assistance AG of December 31st, 2006

Assets

in thousand CHF	2006	2005
Fixed assets		
Other intangible assets	1 245	706
Participations	398 511	398 511
Loans	6 076	5 991
Total fixed assets	405 832	405 208
Current assets		
Cash and cash equivalents	10 531	23 634
Receivables	10 914	13 484
Accrued income	322	214
Total current assets	21 767	37 332
Total assets	427 599	442 540

Liabilities and shareholders' equity

in thousand CHF	2006	2005
Liabilities		
Accruals and deferred income	459	267
Other liabilities	1 363	1 855
Total liabilities	1 822	2 122
Shareholders' equity		
Share capital	40 000	40 000
Other legal reserve	357 000	357 000
Legal reserve	977	977
Retained earnings brought forward	3 660	0
Net profit for the financial year	24 140	42 441
Total shareholders' equity	425 777	440 418
Total liabilities and shareholders' equity	427 599	442 540

Income Statement of Mondial Assistance AG for the financial year 2006

in thousand CHF	2006	2005
Financial Income	29 535	45 968
General expenses	(5 395)	(3 528)
Profit for the financial year before taxes	24 140	42 440
Taxes	0	1
Profit for the financial year	24 140	42 441





Notes to the financial statements of Mondial Assistance AG

Disclosures of Article 663 b CO, supplemented by voluntary information

in thousand CHF (if not otherwise indicated)	2006	2005
1. Participations with at least 20% of voting rights or capital share:		
Elvia Reiseversicherungs-Gesellschaft AG, Wallisellen Share capital	25 000	25 000
Purpose: Insurance and assistance Share	100%	100%
Mondial Assistance S.A.S, Paris Share capital in thousand EUR	20 089	20 089
Purpose: Holding Share	99,99%	99,99%
2. Long-term liabilities over 3 years	-	-
3. Loans to associated companies	6 076	5 991
4. Accounts receivable and payable with associated companies		
Other accounts receivable	88	6 575
Other liabilities	388	873
5. Mondial Assistance AG belongs to the Allianz Suisse Insurance value added tax group and is therefore jointly and severably liable for all value added tax liabilities of the value added tax group to the Swiss Federal Tax Administration.		

Proposal for the distribution of profits

in thousand CHF	2006	2005
Net profit for the financial year	24 140	42 441
Balance at the beginning of the year	3 660	-
Available profit	27 800	42 441
It is proposed to the annual general meeting to allocate this profit as follows:		
Proposal for dividend distribution	27 800	38 781
Balance carried forward	-	3 660
Available profit	27 800	42 441

Report of the Statutory Auditors to the General Meeting of Mondial Assistance AG, Wallisellen

Report of the Statutory Auditors to the General Meeting of Mondial Assistance AG, Wallisellen

As statutory auditors, we have audited the accounting records and the financial statements rendered on pages 40 - 42 (income statement, balance sheet and notes) of Mondial Assistance AG for the year ended December 31, 2006.

These financial statements are the responsibility of the board of directors. Our responsibility is to express an opinion on these financial statements based on our audit. We confirm that we meet the legal requirements concerning professional qualification and independence.

Our audit was conducted in accordance with Swiss Auditing Standards, which require that an audit be planned and performed to obtain reasonable assurance about whether the financial statements are free of material misstatement. We have examined on a test basis evidence supporting the amounts and disclosures in the financial statements. We have also assessed the accounting principles used, significant estimates made and the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

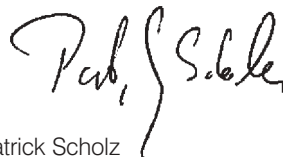
In our opinion, the accounting records and financial statements and the proposed appropriation of available earnings comply with Swiss law and the company's articles of incorporation.

We recommend that the financial statements submitted to you be approved.

KPMG Ltd



Ian Sutcliffe
Auditor in Charge



Patrick Scholz

Zurich, March 30, 2007



Business years 2005 - 2006

Mondial Assistance Group

Income Statement

in million EUR	2006	2005
Total turnover (premiums and service revenue)	1 366.1	1 217.4
Net earned premiums and service income	1 324.3	1 156.6
Claims	(614.2)	(601.8)
Costs	(646.6)	(506.3)
Operating result	63.5	48.5
Investment result	14.0	15.0
Financial result and other income / expenses	12.9	12.7
Result before tax	90.4	76.2
Taxes	(33.3)	(27.0)
Result after tax	57.1	49.2
Minority interest in the results	(1.3)	(1.3)
Group result	55.8	47.9

Balance Sheet

Assets		
Investments	550.0	538.3
Cash and cash equivalents	218.0	158.5
Accounts receivable	265.6	247.1
Total remaining assets	199.8	201.1
Total assets	1 233.4	1 145.0
Shareholders' equity and liabilities		
Shareholders' equity	323.4	301.0
Technical provisions	587.4	533.9
Other liabilities	322.6	310.1
Total shareholders' equity and liabilities	1 233.4	1 145.0

Key Figures

Return on equity	17.9%	16.8%
Return on net earned premiums and service income (before taxes)	6.8%	6.6%
Combined ratio ¹⁾	95.2%	95.8%
Growth on net earned premiums and service income	14.5%	9.0%

1) Claims and all costs as a percentage of net earned premiums and service income.

Mondial Assistance worldwide

Zone	Country	Business Unit	Address	Website
AMERICAS	Brazil	Mondial Assistance Brazil	Al. Santos, 745 – 2º andar - cj. 22 01419-001 – São Paulo - SP	www.mondial-assistance.com.br
	Canada	World Access Canada	4273 King Street East Kitchener, Ontario N2P 2E9	www.worldaccess.ca
	USA	World Access Service Corporation	2805 North Parham Road – Richmond, VA 23294	www.worldaccess.com
ASIA PACIFIC	Australia	Mondial Assistance Australia	Mondial Assistance House – 74 High Street Toowong QLD 4066	www.mondial-assistance.com.au
	China	Mondial Assistance (Beijing) Services Co., Ltd.	1406-07, Air China Plaza 36 Xiaoyun Road – Chaoyang District – Beijing 100027	www.mondial-assistance.com.cn
	Japan	Millea Mondial Co., Ltd	Shinagawa Seaside South Tower 3F 4-12-1 Higashi-shinagawa – Shinagawa-ku, Tokyo 140-0002	www.millea-mondial.co.jp
	Singapore	Mondial Assistance Asia Pacific	143 Cecil Street – 13-01 GB Building – Singapore 069 542	www.mondial-assistance-asiapacific.com
	Thailand	"Mondial Assistance Thailand Auto Assist Co., Ltd.	29th Floor, Thanapoom Tower, 1550 New Petchburi Road, Makasan – Rajathevi, Bangkok 10400	www.mondial-assistance-thailand.com
EUROPE, MIDDLE EAST AND AFRICA	Austria	Mondial Assistance Austria	Mariahilfer Straße 20 – 1070 Wien, Österreich	www.mondial-assistance.at
	Belgium	Mondial Assistance Belgium	rue des Hirondelles 2 – 1000 Brussels	www.mondial-assistance.be
	Czech Rep.	ELVIA Assistance s.r.o.	Na Maninách 7 – Praha 7 – 170 00	www.mondial-assistance.cz
	France	Mondial Assistance France S.A.S.	54, rue de Londres – 75008 Paris	www.mondial-assistance.fr
	France	GTS Gestion Télésecrétariat Services S.A.	81, rue Pierre Sénard – 92324 Chatillon Cedex	www.gts-teleassistance.fr
	France	SEPSAD Société Européenne de Protection	2, boulevard Montmartre – 75009 Paris	www.sepsad.com
	Germany	ELVIA Reiseversicherungs-Gesellschaft	ELVIA Reiseversicherungen Ludmillastr. 26 – 81543 München	www.elvia.de
	Germany	Mondial Assistance GmbH Deutschland REHACARE	Hohenlindener Str.4 – 81677 München	www.rehacare.net
	Germany	Mondial Assistance GmbH Deutschland	Riedenburg Strasse 2 – 81677 München	www.mondial-assistance.de
	Greece	Mondial Assistance Greece	10 Premetis Str. – Athens – 173 42	www.mondial-assistance.gr
	Ireland	Mondial Assistance Ireland (ASCI)	2 Bracken Court – Bracken Road – Sandyford - Dublin 18	www.mondial-assistance.ie
	Italy	Mondial Assistance Italia SpA	Via Ampère 30 - 20131 – Milano	www.mondial-assistance.it
	Morocco	Mondial Assistance Morocco (ISAAF S.A.)	Lotissement de la Civim lot n° 131 - Route de l'aéroport M-QI Sidi Maârouf - Casablanca	www.mondial-assistance.ma
	Poland	ELVIA Assistance Sp. z o.o. ELVIA Travel Insurance Co.	ul. Domaniewska 50B – 02-672 Warszawa	www.mondial-assistance.pl
	Portugal	Mondial Assistance Portugal	Rua Quinta da Fonte – Edifício Bartolomeu Dias 2774 – 535 Paço de Arcos	www.mondial-assistance.pt
	Reunion Island	Mondial Assistance Reunion Island (B.S.A.)	11, rue Roland Garros – 97400 Saint Denis	www.mondial-assistance.re
	Spain	Mondial Assistance Spain (S.M.A.S.A.)	Edificio Delta Norte 3 Avenida de Manoteras – 46 bis - Madrid 28050	www.mondial-assistance.es
	Switzerland	ELVIA Reiseversicherungs-Gesellschaft	Hertistrasse 2 – 8304 Wallisellen	www.elvia.ch
	The Netherlands	Mondial Assistance Netherlands ELVIA Netherlands	Poeldijkstraat 4 – Amsterdam – 1059 VM	www.mondial-assistance-nederland.nl
	Turkey	Mondial Assistance Turkey (S.A.T)	Buyukdere C Enka Binasi 108 Kat 10 Esentepe - Istanbul 34394	www.mondial-assistance.com.tr
UK	Mondial Assistance UK	102 George Street – CR9 1AJ – Croydon- Surrey	www.mondial-assistance.co.uk	



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